

# **2016-2025 PROPOSED CAPITAL IMPROVEMENT PROGRAM (CIP)**

Finance Department

May 24, 2016



2016-2025

**DRAFT**

**Proposed**

**CAPITAL IMPROVEMENT  
PROGRAM**

City of Wichita, Kansas | [www.wichita.gov](http://www.wichita.gov)

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# Capital Improvement Program

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- Ten-year vision, setting broad policy level guidance for capital expenditures
- Ten-year projection of financial capacity and debt levels associated with capital spending

# CIP Flexibility

- The CIP is a flexible planning tool
- Each project is individually approved by City Council action
- The CIP is revised annually

# CIP Development

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- Staff Proposed CIP is based on:
  - Previously Adopted CIP
  - Community Investment Plan
  - Current revenue structure
  - Debt within benchmark levels



# Consistent with Plan Priorities

COMMUNITY INVESTMENTS PLAN PRIORITIES OVERALL SPENDING PRIORITIES	
PLAN PRIORITY	% OF TOTAL CIP FUNDING
1st Priority—Maintain and Replace What We Currently Have	42.7%
2nd Priority—Enhance What We Currently Have	19.0%
3rd Priority—Expand What We Currently Have	38.3%
<b>Total CIP</b>	<b>100%</b>

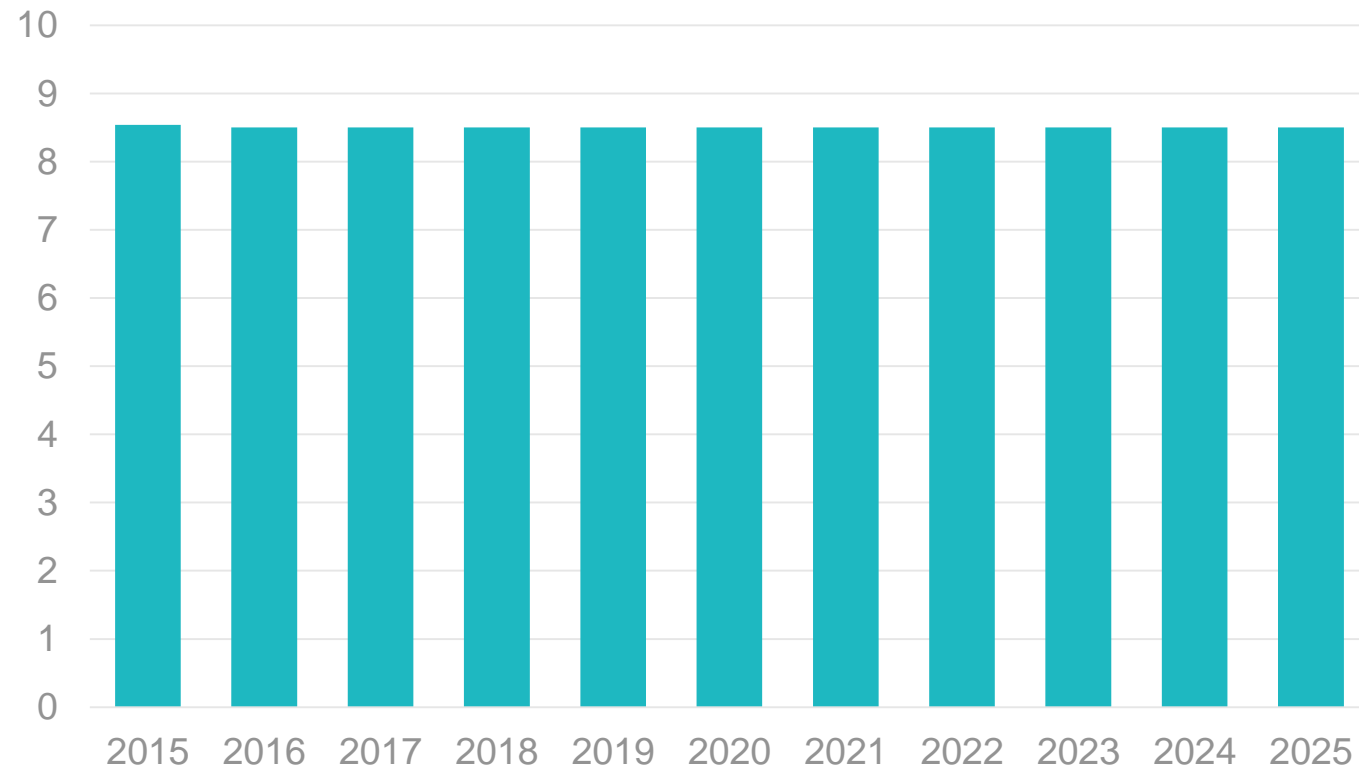
# Consistent with Priority Areas

COMMUNITY INVESTMENTS PLAN PRIORITIES					
CATEGORY	No Rank	Low Med.	Med. High	High	Very High
Streets					31%
Bridges					1%
Transit			1%		
Highways		13%			
Airport	4%				
Water Supply					41%
Arts & Culture			4%		
Public Safety				3%	
Other	2%				
<b>Total</b>	<b>6%</b>	<b>13%</b>	<b>5%</b>	<b>3%</b>	<b>73%</b>

# Property Tax Support for CIP

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## Mill Levy at 8.5 Mills

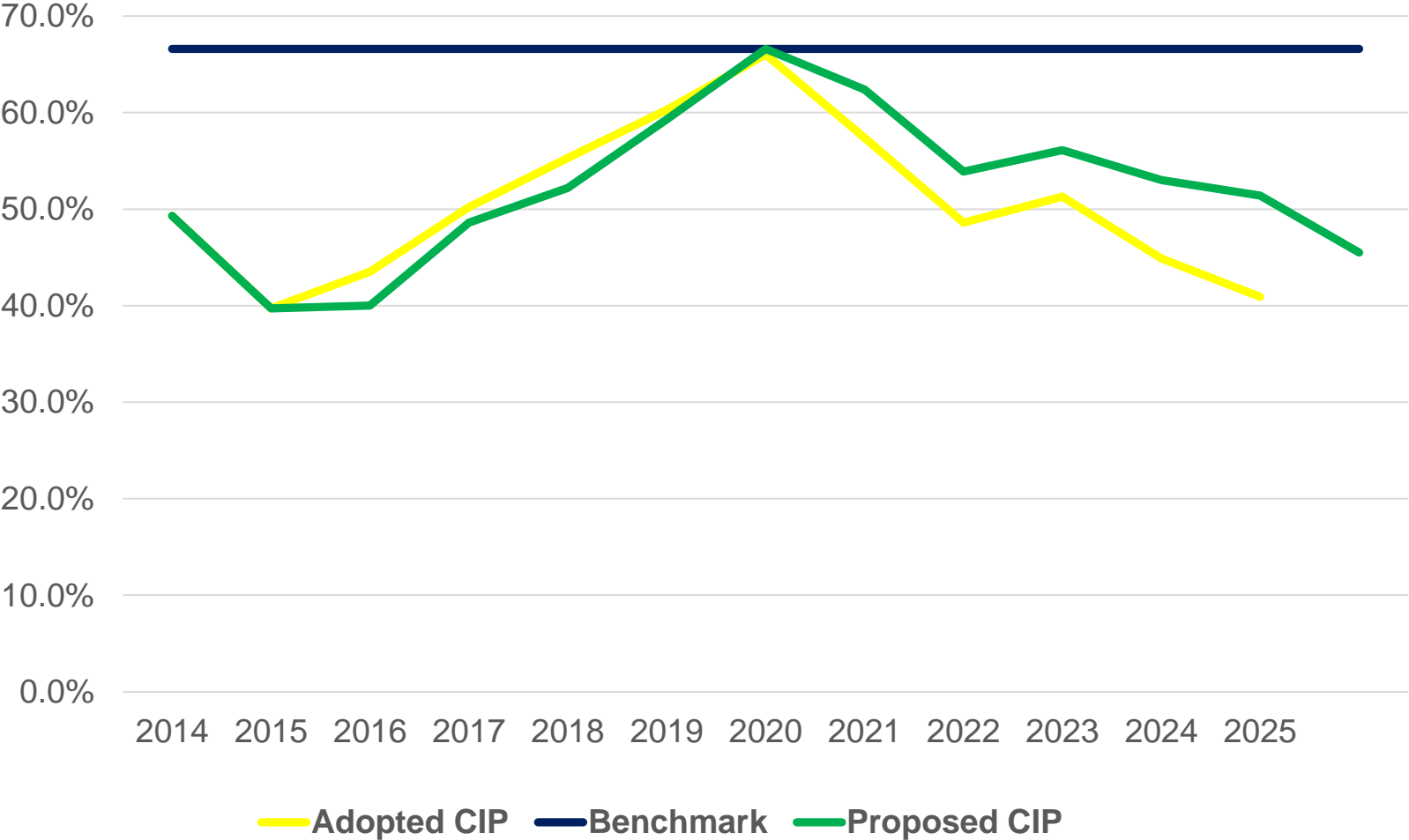


# Other CIP Revenues

- Water Utilities – consistent with COSA projections
- Storm Water Utility – based on current structure
- Local Sales Tax - based on current County sales tax rate of 1%



# GO At-Large Debt Service / GO Debt Service Capacity



# CIP Debt Levels

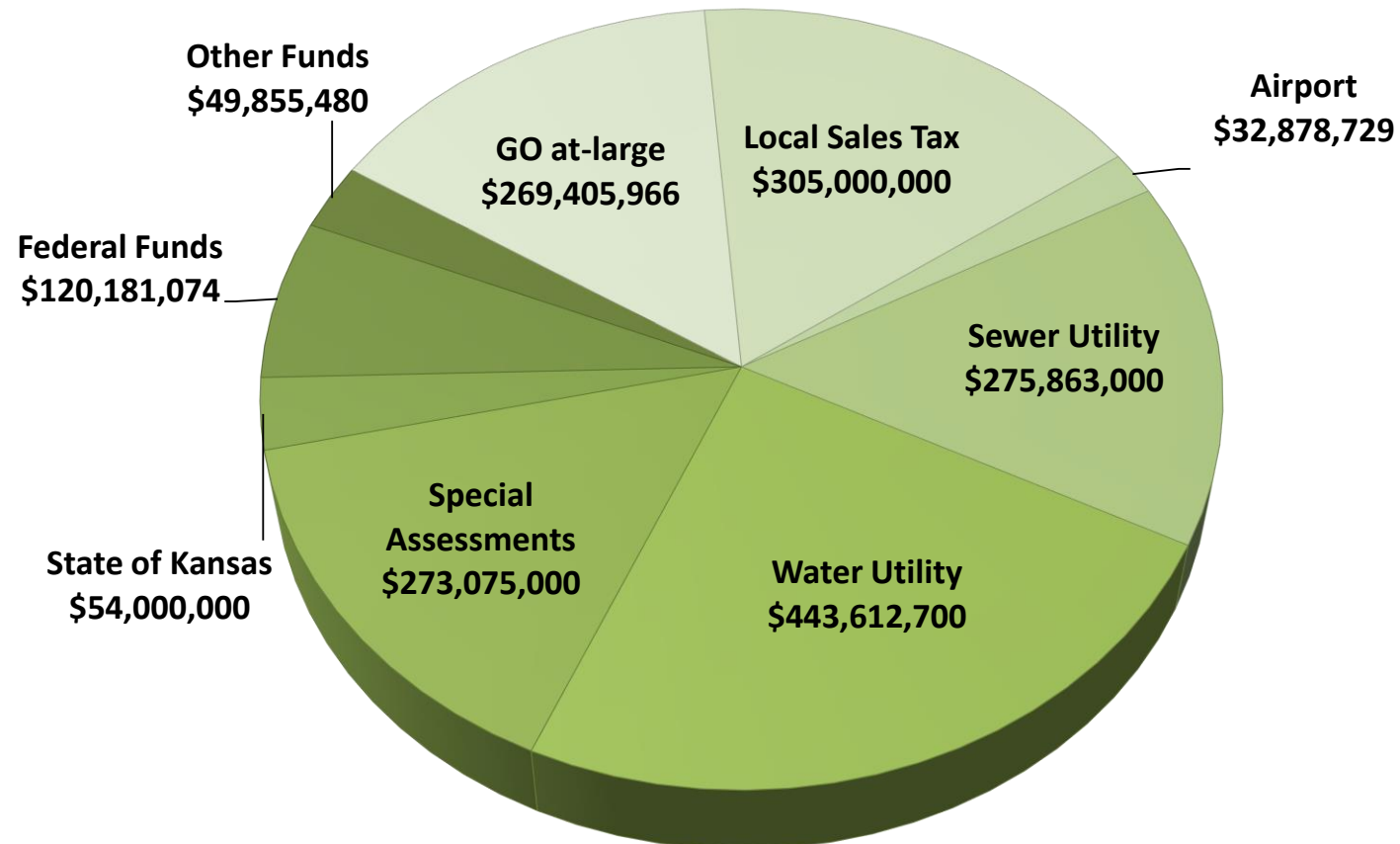
10

- GO at-large debt levels will increase, but stay within benchmarks
- LST debt remains elevated, but within benchmarks
- The combined coverage ratio for Water and Sewer will remain within the benchmark

# CIP Overview

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## WHERE CITY OF WICHITA CIP DOLLARS COME FROM All Funds 2016 - 2025 Proposed CIP (\$1,823,871,949)

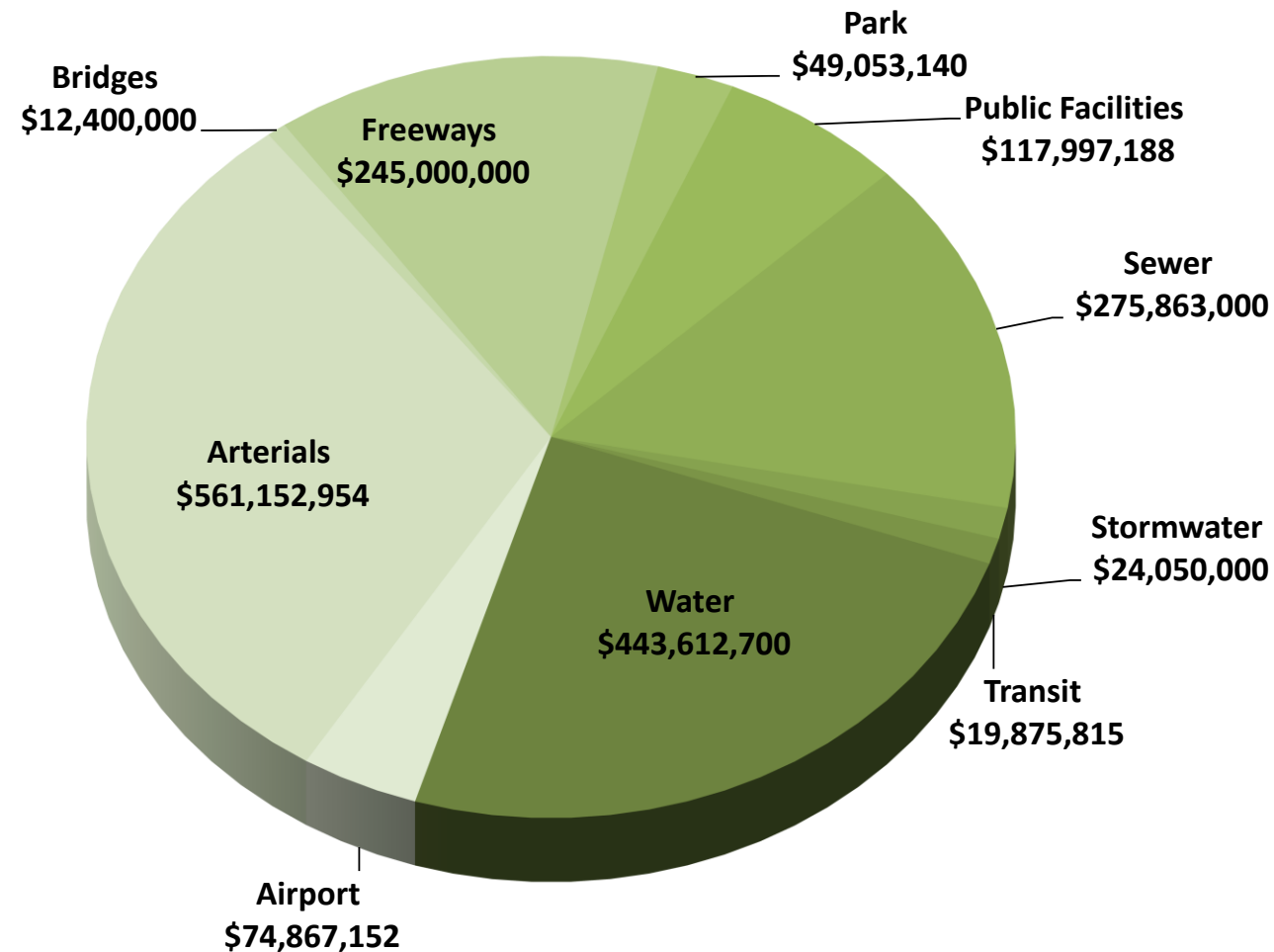


# CIP Overview

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## WHERE CITY OF WICHITA CIP DOLLARS GO

All Funds 2016 - 2025 Proposed CIP (\$1,823,871,949)



# Changes from Last CIP

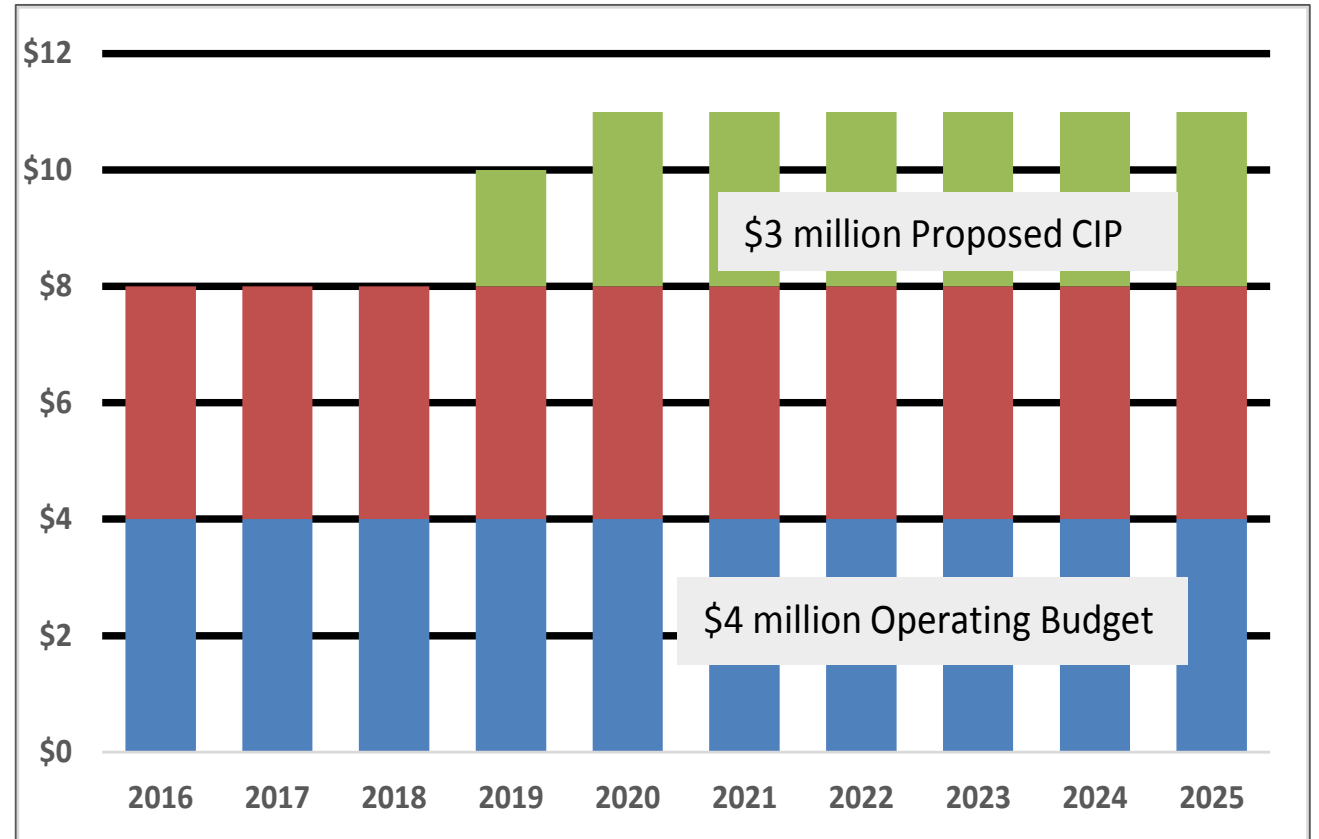
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	GO At-Large	All Funds	Projects
2015-2024 CIP	\$292,253,516	\$1,876,894,193	221
Initiated	(\$59,889,515)	(\$85,936,314)	(25)
Removed	(\$2,775,000)	(\$4,105,000)	(4)
Added	\$1,800,000	\$96,480,500	7
Other Adjustments	<u>\$38,016,965</u>	<u>(\$59,461,430)</u>	<u>n/a</u>
2016-2015 CIP	\$269,405,966	\$1,823,871,949	199

# Street Maintenance

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- Residential Streets
  - \$4 million annually in the operating budget, plus: \$4 million per year (2016-2018; \$6 million in 2019; \$7 million per year 2020 – 2025)
  - \$100 million over 10 years



# Local Sales Tax After 2022

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- With current commitments on East Kellogg, there is no excess capacity until 2022
- However, after 2022 additional capacity is available for either continued freeway improvements or additional arterial improvements

# Aesthetics

- Staff has enhanced engagement with the Design Council
- CIP has identified 17 projects for special consideration
- \$4.9 million is included for aesthetics



# Building and Equipment

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- WSU is reviewing equipment replacement models; this should shape future CIP requests
- Staff are reviewing a model to maximize ROI on building maintenance expenditures; this could impact future CIP requests

# Stormwater

- With the current structure, there is no capacity for additional improvements until 2025
- Staff will be presenting options based on a COSA later

# Next Steps - Engagement

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- Council Workshop
- Bike/Ped Advisory Board
- DABs
- MAPC
- Design Council
- Advanced Plans – MAPC



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